

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2013

## TABLE OF CONTENTS

	PAGE
Independent Auditor's Report	1-2
<b>FINANCIAL SECTION</b>	
Basic Financial Statements	3
Government-wide Financial Statements	
Statement of Net Position	4
Statement of Activities	5
Fund Financial Statements	
Balance Sheet – Governmental Fund	6
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position	7
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund	8-9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of the Governmental Fund to the Statement of Activities	10
Notes to Basic Financial Statements	11-23
Required Supplementary Information	
Budgetary Comparison Schedule – General Fund	24-25
<b><u>RELATED REPORT</u></b>	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	26-27
<b>SUPPLEMENTARY INFORMATION</b>	
Schedule of Expenditures of Federal Awards	28
<i>Notes to Schedule of Expenditures of Federal Awards</i>	29
Schedule of Findings and Responses	30
Schedule of Prior Year Findings	31
Schedule of Insurance - Unaudited	32

James L. Nicholson, Jr., CPA  
 G. Kenneth Pavy, II, CPA  
 Michael A. Roy, CPA  
 Lisa Trouille Manuel, CPA  
 Dana D. Quebedeaux, CPA



**JOHN S. DOWLING & COMPANY**  
 A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

John S. Dowling, CPA  
 1904-1984  
 John Newton Stout, CPA  
 1936-2005  
 Chizal S. Fontenot, CPA  
 1955-2012

Retired

Harold Dupre, CPA  
 1996  
 Dwight Ledoux, CPA  
 1998  
 Joel Lanclos, Jr., CPA  
 2003  
 Russell J. Stelly, CPA  
 2005

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners  
 St. Landry Parish Communications District  
 Opelousas, Louisiana

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of St. Landry Parish Communications District, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Communications District's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the St. Landry Parish Communications District, as of December 31, 2013, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

To the Board of Commissioners  
St. Landry Parish Communications District  
Opelousas, Louisiana  
Page 2

### Other Matters

#### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 24 and 25 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

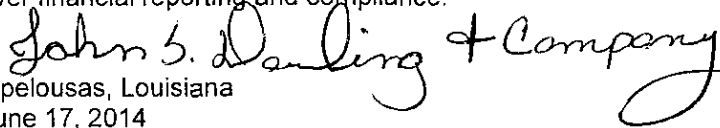
Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the St. Landry Parish Communications District's basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations, and is also not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole. The Schedule of Insurance on page 32 is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates to the underlying accounting records used to prepare the financial statements. The information has not been subjected to the audit procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

### Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 17, 2014 on our consideration of St. Landry Parish Communications District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the St. Landry Parish Communications District's internal control over financial reporting and compliance.

  
Opelousas, Louisiana  
June 17, 2014

## BASIC FINANCIAL STATEMENTS

The St. Landry Parish Communications District's basic financial statements comprise the following three components:

Government-wide financial statements – provide readers with a broad overview of St. Landry Parish Communications District's finances in a manner similar to a private sector business.

Fund financial statements – provide readers information with an emphasis on inflows and outflows of resources useful for making decisions in a budgetary context where the focus is on meeting the near-term financial needs.

Notes to basic financial statements – provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
STATEMENT OF NET POSITION  
DECEMBER 31, 2013

	<u>GOVERNMENTAL ACTIVITIES</u>
<u>ASSETS</u>	
Cash	\$ 360,594
Receivables	108,808
Restricted cash	56,829
Capital assets (net)	<u>2,269,033</u>
<u>Total assets</u>	<u>2,795,264</u>
<u>LIABILITIES</u>	
Accounts payable and accrued expenses	48,530
Long-term liabilities	
Due within one year	36,909
Due in more than one year	<u>2,170,465</u>
<u>Total liabilities</u>	<u>2,255,904</u>
<u>NET POSITION</u>	
Net investment in capital assets	263,904
Restricted for:	
Debt Service	56,829
Unrestricted	<u>218,627</u>
<u>Total net position</u>	<u>539,360</u>

The accompanying notes are an integral part of this statement.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues Fees, Fines and Charges for Services</u>	<u>Net (Expense) Revenues and Changes in Net Position Governmental Activities</u>
Governmental Activities			
Public safety	\$ 1,037,782	\$ 1,035,414	\$ (2,368)
Interest and fees on debt	86,025	-	(86,025)
<u>Total governmental activities</u>	<u>1,123,807</u>	<u>1,035,414</u>	<u>(88,393)</u>
General Revenues			
Interest and investment earnings			983
Gain on sale/disposal of assets			3,285
Miscellaneous			10,935
<u>Total general revenues</u>			<u>15,203</u>
Change in net position			<u>(73,190)</u>
Net position – January 1, 2013			661,527
Restatement for bond issue costs (Note 14)			<u>(48,977)</u>
Net position - January 1, 2013, restated			<u>612,550</u>
Net position – December 31, 2013			<u>539,360</u>

The accompanying notes are an integral part of this statement.



FUND FINANCIAL STATEMENTS

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
BALANCE SHEET – GOVERNMENTAL FUND  
DECEMBER 31, 2013

	<u>GENERAL FUND</u>
<u>ASSETS</u>	
Cash	\$ 360,594
Fees receivable	108,808
Restricted cash	<u>56,829</u>
<u>Total assets</u>	<u>526,231</u>
<u>LIABILITIES</u>	
Accounts payable	\$ 3,650
Payroll taxes payable	6,279
Accrued interest payable	700
Retirement payable	37,341
Supplemental insurance payable	<u>560</u>
<u>Total liabilities</u>	<u>48,530</u>
<u>FUND BALANCE</u>	
Restricted	
Reserve for debt service	56,829
Committed	
ANI/ALI equipment	200,000
800 MHz radio system	200,000
Unassigned	<u>20,872</u>
<u>Total fund balance</u>	<u>477,701</u>
<u>Total liabilities and fund balance</u>	<u>526,231</u>

The accompanying notes are an integral part of this statement.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2013

Total fund balance for the governmental fund at December 31, 2013		\$ 477,701
Cost of capital assets at December 31, 2013	\$ 3,478,121	
Less: Accumulated depreciation as of December 31, 2013	<u>(1,209,088)</u>	2,269,033
Long-term liabilities at December 31, 2013		
Compensated absences		(202,245)
Bonds payable		<u>(2,005,129)</u>
Net position at December 31, 2013		<u><u>539,360</u></u>

The accompanying notes are an integral part of this statement.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>GENERAL FUND</u>
<u>REVENUES</u>	
Charges for services	
Private sign reimbursements	\$ 249
Wireless and prepaid telephone fees	656,752
Records request income	320
Land line telephone fees	314,341
Rebanding income	63,752
Interest income	983
Miscellaneous	10,935
<u>Total revenues</u>	<u>1,047,332</u>
<u>EXPENDITURES</u>	
Current	
Salaries	573,528
Payroll taxes	9,291
Retirement	88,026
Auto repair/maintenance	439
Auto fuel	4,433
Telephone - office	12,874
Telephone - cellular	3,103
Telephone - line expense	44,090
Education	1,235
Dues and subscriptions	389
Utilities	22,842
Professional fees	5,644
Insurance -	
Employees' health	103,665
Workmen's compensation	4,212
Automobile	2,760
General liability	19,232
Management liability	4,946
Surety bonds	305
Life insurance - employees	985
Office supplies	2,734
Postage	112
Equipment rental	100
Office repairs/maintenance	2,206
Housekeeping supplies	888
Personnel uniforms	356
Maintenance agreements	25,555

Continued on next page.

The accompanying notes are an integral part of this statement.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (CONTINUED)  
GOVERNMENTAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>GENERAL FUND</u>
<u>EXPENDITURES (Continued)</u>	
Addressing supplies	\$ 100
Travel	1,492
Radio system maintenance and improvements	6,890
Rebanding expense	405
Miscellaneous	644
Debt service (principal, interest, and fees)	121,401
Capital outlay	28,011
<u>Total expenditures</u>	<u>1,092,893</u>
<u>DEFICIENCY OF REVENUES UNDER EXPENDITURES</u>	<u>(45,561)</u>
<u>OTHER FINANCING SOURCES</u>	
Sale/disposal of assets	3,320
<u>Total other financing sources</u>	<u>3,320</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>(42,241)</u>
<u>FUND BALANCE, beginning of year</u>	<u>519,942</u>
<u>FUND BALANCE, end of year</u>	<u><u>477,701</u></u>

The accompanying notes are an integral part of this statement.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE OF THE GOVERNMENTAL FUND  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2013

Total net change in fund balance for the year ended December 31, 2013 per Statement of Revenues, Expenditures and Changes in Fund Balance		\$ (42,241)
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balance	\$ 28,011	
Depreciation expense for year ended December 31, 2013	<u>(99,012)</u>	(71,001)
Decrease in long-term portion of compensated absences		4,711
Cost of assets sold/disposed		(35)
Changes in long-term debt: Bonds payable		<u>35,376</u>
Total change in net position for the year ended December 31, 2013 per Statement of Activities		<u>(73,190)</u>

The accompanying notes are an integral part of this statement.

## NOTES TO BASIC FINANCIAL STATEMENTS

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the St. Landry Parish Communications District have been prepared in conformity with generally accepted accounting principles as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and more significant accounting policies are discussed in the subsequent subsection of this note.

A. REPORTING ENTITY

The St. Landry Parish Communications District was created by the St. Landry Parish Police Jury on July 15, 1991.

As the governing authority of the parish, for reporting purposes, the St. Landry Parish Government is the financial reporting entity for St. Landry Parish. The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the St. Landry Parish Government for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the parish government to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the parish government.
2. Organizations for which the parish government does not appoint a voting majority but are fiscally dependent on the parish government.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

The St. Landry Parish Communications District has control over their operations. This includes the hiring and retention of employees, authority over budgeting, responsibility for deficits, power to incur debt and issue bonds, and the receipt and disbursement of funds. The St. Landry Parish Communications District is financially independent. Therefore, the District reports as an independent reporting entity and the financial statements include only the transactions of the St. Landry Parish Communications District.



ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. REPORTING ENTITY (Continued)

Each of the following appoints one board member for the St. Landry Parish Communications District:

St. Landry Parish Municipal Association  
Opelousas Police Department  
St. Landry Parish Sheriff's Department  
Eunice Police Department  
Paid Fire Departments  
Volunteer Fire Departments  
St. Landry Parish Government

B. BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

The Statement of Net Position and the Statement of Activities display information on all of the nonfiduciary activities of the St. Landry Parish Communications District, the primary government, as a whole. They include all funds of the reporting entity. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Fiduciary funds are not included in the GWFS.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

FUND FINANCIAL STATEMENTS

Fund financial statements of the St. Landry Parish Communications District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Fund financial statements report detailed information about the St. Landry Parish Communications District. As a general rule, interfund eliminations are not made in the fund financial statements.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. BASIS OF PRESENTATION (Continued)

FUND FINANCIAL STATEMENTS (Continued)

The various funds of St. Landry Parish Communications District are classified as governmental funds. The emphasis on fund financial statements is on major funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Communications District or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise funds are at least five percent of the corresponding total for all governmental and enterprise funds combined.

The St. Landry Parish Communications District reports the following major governmental fund:

General Fund. The general operating fund of the St. Landry Parish Communications District accounts for all financial resources, except those required to be accounted for in other funds.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

The fund financial statements utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The government-wide financial statements utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position and financial position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

In the government-wide Statement of Net Position and Statement of Activities the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (Continued)

Measurement Focus (Continued)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term debt which are recognized when due.

Purchases of various operating supplies are regarded as expenditures at the time purchased, and inventories of such supplies (if any) are not recorded as assets at the close of the fiscal year.

Expenditures for insurance and similar services which extend over more than one accounting period are accounted for as expenditures of the period of acquisition.

D. DEPOSITS AND INVESTMENTS

For purposes of the Statement of Net Position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposit of the St. Landry Parish Communications District.

The St. Landry Parish Communications District is authorized by LA RS 39:1211-1245 and 33:2955 to invest in the following:

1. United States Treasury Bonds
2. United States Treasury Notes
3. United States Treasury Bills
4. Obligations of U.S. Government Agencies, including Federal Home Loan Bank bonds, Government National Mortgage Association bonds, or a variety of "Federal Farm Credit" bonds.
5. Fully collateralized certificates of deposit issued by qualified commercial banks and savings and loan associations located within the State of Louisiana.
6. Fully collateralized repurchase agreements.
7. Fully collateralized interest-bearing checking accounts.
8. Mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States Government or its agencies.
9. Any other investment allowed by state statute for local governments.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. RECEIVABLES

Receivable balances include wireless, prepaid, and landline income.

F. CAPITAL ASSETS

The St. Landry Parish Communications District does not have any infrastructure expenditures.

In the government-wide financial statements, capital assets are capitalized at historical cost, or estimated historical cost if actual is unavailable, except for donated assets, which are recorded at their estimated fair value at the date of donation.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

800 MHz radio system	7 years
Equipment	1-20 years
Vehicles	10 years
Building renovations	20 years
Building	40 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Interest costs incurred during construction are not capitalized.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as facilities acquisition and construction expenditures of the governmental fund upon acquisition.

G. ACCUMULATED VACATION AND SICK LEAVE

Annual vacation leave is provided to all permanent District employees and employees are encouraged to take an annual vacation. Vacation time may not be accumulated for a period more than one year in addition to the present year in which vacation time is being earned. Unused vacation time will be paid to an employee who severs ties with the District.

All District employees will earn 8 hours sick leave per month for a maximum of 96 hours per year. Once an employee earns a minimum of 480 hours (equals approximately three months' work hours) the employee is eligible for cash reimbursement of hours earned over the minimum 480 hours at the end of the calendar year (December).

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. ACCUMULATED VACATION AND SICK LEAVE (Continued)

A maximum limit of 960 hours earned sick leave (= approximately six months' work hours) may be accrued by the employee. Any sick leave earned after the employee accumulates 960 hours of sick leave will be subject to mandatory reimbursement by the end of the calendar year (December). An employee will have the option of a cash reimbursement in December of each year, limited to no more than 96 hours per calendar year less the amount of sick leave used during that year. When an employee severs ties with the District, the District reserves the right to either payoff the amount of sick leave earned in one payment, or make incremental payments during the regularly scheduled payroll of the District at the employee's last rate of pay until the amount of sick leave is paid to the former employee in full.

H. LONG-TERM OBLIGATIONS

In the government-wide financial statements and fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities or statement of net position.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources net of the applicable premium or discount and payment of principal and interest reported as expenditures.

I. EQUITY CLASSIFICATIONS

In the government-wide statements, equity is classified as net position and displayed in three components:

1. Net investment in capital assets - Consist of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted net position - Consist of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted net position - All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance reports aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. EQUITY CLASSIFICATIONS (Continued)

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned and unassigned.

1. Restricted – Reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
2. Committed – Consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the board members – the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the board members remove the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
3. Assigned – Reflects the amounts constrained by the District's "intent" to be used for specific purposes, but are neither restricted nor committed. The members of the board and the director have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.
4. Unassigned – This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

The District considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District's policy is to first apply committed, assigned and unassigned amounts then restricted resources for purposes for which both restricted and other fund balance resources are available.

J. ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. BUDGETS AND BUDGETARY ACCOUNTING

The District follows these procedures in establishing the budgetary data for the General Fund which is reflected in these financial statements:

1. The Executive Director and Executive Secretary prepare a proposed operating budget for the succeeding year.
2. The proposed budget is submitted to the Board of Commissioners for review and approval. A summary of the budget is published and made available for public inspection.
3. A public hearing is held during a regular monthly meeting of the District's Commission. The budget is then adopted by resolution of the Commission.
4. Amendments to any item of the budget must be approved by the Commission.
5. Budgets are adopted on a basis consistent with generally accepted accounting principles. Budgeted amounts are as originally adopted, or as amended during the year by the Commission.
6. Operating appropriations, to the extent not expended or encumbered, lapse at year-end. Capital appropriations continue in force until the project is completed or deemed abandoned.

L. ENCUMBRANCES

The District does not utilize an encumbrance system.

M. FUND BALANCE

The District does not have a deficit fund balance.

NOTE 2 - CASH AND INVESTMENTS

Under state law the District may deposit funds with any bank located within the state and organized under the laws of the state of Louisiana, any other state in the union, or under the laws of the United States. Further, the District may invest in time deposits or certificates of deposit of those banks.

Bank deposits must be secured by federal depository insurance or the pledge of securities owned by the bank. The market value of the pledged securities must at all times equal or exceed 100 percent of the uninsured amount on deposit with the bank.

At December 31, 2013, the carrying amount of the District's cash was \$417,423 and the bank balance was \$469,733 which was covered by federal depository insurance.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 3 – CAPITAL ASSETS**

Capital assets and depreciation activity as of and for the year ended December 31, 2013 of the St. Landry Parish Communications District are as follows:

	Balances January 1, 2013	Additions	Disposals	Balances December 31, 2013
Governmental activities:				
800 MHz radio system	\$ 572,537	\$ -	\$ -	\$ 572,537
Equipment	471,756	28,011	(2,030)	497,737
Vehicles	75,044		(20,614)	54,430
Building	2,353,417	-	-	2,353,417
Total	<u>3,472,754</u>	<u>28,011</u>	<u>(22,644)</u>	<u>3,478,121</u>
Less accumulated depreciation:				
800 MHz radio system	(572,537)	-	-	(572,537)
Equipment	(312,339)	(33,874)	1,994	(344,219)
Vehicles	(37,835)	(6,302)	20,614	(23,523)
Building	(209,973)	(58,836)	-	(268,809)
Total accumulated depreciation	<u>(1,132,684)</u>	<u>(99,012)</u>	<u>22,608</u>	<u>(1,209,088)</u>
Governmental activities				
Capital assets, net	<u>2,340,070</u>	<u>(71,001)</u>	<u>(36)</u>	<u>2,269,033</u>

Depreciation expense for the year ended December 31, 2013 amounted to \$99,012.

**NOTE 4 - LONG-TERM LIABILITIES**

Changes in long-term debt are as follows:

	Balances at January 1, 2013	Additions	Reduction	Balances at December 31, 2013	Balances Due Within One Year
Bond payable	\$ 2,040,505	\$ -	\$ 35,376	\$ 2,005,129	\$ 36,909
Compensated absences	206,956	-	4,711	202,245	-
	<u>2,247,461</u>	<u>-</u>	<u>40,087</u>	<u>2,207,374</u>	<u>36,909</u>



ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 4 - LONG-TERM LIABILITIES (Continued)**

Compensated Absences - This debt consists of the long-term portion of accrued vacation and sick leave which employees have earned and are payable to them in the future.

Bond payable - On April 28, 2008, the St. Landry Parish Communications District obtained a bond for the construction of a new building. The taxable revenue bond (Series 2008), numbered R-1, was delivered to the United States Rural Development Agency in the amount of \$2,310,000, bearing an interest rate of 4.25%. The bond is payable over a forty year period. The monthly payments for this loan began on May 28, 2009 in the amount of \$10,118.

According to the terms of the bond agreement, the St. Landry Parish Communications District is required to deposit a sum equal to the amount of principal and interest due on the next payment date of the bond into a sinking fund account. Monthly payments are drafted from the sinking fund account by the USDA on the 28<sup>th</sup> of each month.

Additionally, beginning in April 2009, the St. Landry Parish Communications District is required to deposit \$506 per month into a reserve fund until a balance of \$121,414 has been accumulated. This reserve fund is to be retained solely for the purpose of paying the principal and interest on bonds payable if the sinking fund were in default. The balance required in the reserve fund at December 31, 2013 is \$28,330. As of December 31, 2013, the balance in the reserve fund account is \$28,411.

The bond agreement also requires a contingency fund with a monthly deposit of \$506 until a balance of \$121,414 is reached, and then deposits will increase to \$1,012 per month. Money in the contingency fund shall be used to pay principal and interest on any bond when there are not sufficient funds in the sinking fund or reserve fund. The required balance at December 31, 2013 in the contingency fund is \$28,330. At December 31, 2013 the balance in the contingency fund is \$28,411.

Maturities of the bond are scheduled as follows:

<u>Years Ended</u> <u>December 31,</u>	<u>USDA Rural Development Loan</u>		
	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2014	\$ 84,505	\$ 36,909	\$ 121,414
2015	82,905	38,509	121,414
2016	81,236	40,177	121,413
2017	79,495	41,919	121,414
2018	77,678	43,735	121,413
2019-2023	358,263	248,805	607,068
2024-2028	299,470	307,598	607,068
2029-2033	226,784	380,284	607,068
2034-2038	136,923	470,145	607,068
2039-2042	31,198	397,048	428,246
	<u>1,458,457</u>	<u>2,005,129</u>	<u>3,463,586</u>

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 5 – DEBT REFUNDINGS**

On November 14, 2007, the St. Landry Parish Communications District defeased the outstanding Certificates of Indebtedness Series 2006 with a principal balance of \$1,555,000. A payment of \$1,603,207 was deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the Series 2006 Certificates of Indebtedness. As a result the Certificates of Indebtedness are considered to be defeased and the liability for the bond has been removed from the government-wide Statement of Net Position.

The St. Landry Parish Communications District defeased the Certificates of Indebtedness Series 2006 and obtained a new loan for acquisition and construction of a new building and equipment through the United States Department of Agriculture (USDA). The new loan of \$2,310,000 from the USDA was obtained in May, 2008 with a fixed interest rate of 4.25%.

**NOTE 6 - PENSION PLAN**

Plan Description

Substantially all full-time employees of the St. Landry Parish Communications District are members of the Parochial Employees' Retirement System of Louisiana (System), a cost-sharing multiple-employer public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of employees of taxing districts of a parish or any branch or section of a parish. A separate board of trustees administers and controls the System. The System provides retirement, death, and disability benefits to participating, eligible employees. Contributions of participating agencies, together with shared revenues, are pooled within the System to fund accrued benefits, with employer/employee contribution rates approved by the Louisiana Legislature. The Parochial Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Parochial Employees' Retirement System of Louisiana, P. O. Box 14619, Baton Rouge, Louisiana, 70898-4619 or by calling (225) 928-1361.

Contributions to the System include employee contributions of 9.5 percent of salary and employer contributions at a rate which is re-determined annually based on the results of the actuarial valuation for the prior year. The rate for the years ended December 31, 2012, 2011, and 2010 were 16.75 percent.

The St. Landry Parish Communications District's employer contributions for the years ended December 31, 2013, 2012, and 2011 were \$88,026, \$81,895, and \$80,828, respectively.

Employee contributions for the years ended December 31, 2013, 2012, and 2011 were \$49,925, \$49,397, and \$48,754, respectively.

**NOTE 7 - LEASE COMMITMENTS**

On December 10, 2003, the St. Landry Parish Communications District entered into an operating lease for 16.175 acres of property for a total cost of \$99 which was paid in full on December 11, 2003. The lease was for a term of 99 years beginning on January 1, 2005.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 8 - RESTRICTED FUND BALANCE**

This represents amounts restricted per bond agreement with USDA.

**NOTE 9 - BOARD MEMBERS**

Board Members of the St. Landry Parish Communications District are as follows for 2013:

Tim Marks - Chairman  
James Fontenot – Vice-Chairman  
Scott Aymond – Sgt-at-Arms  
Bobby Degueyter  
Marshall Moreau  
Richard Daigle  
Nick Vidrine

Board Members do not get paid for serving on the Board.

**NOTE 10 - IMPLEMENTATION OF WIRELESS E911 SERVICES**

Louisiana Act 1029 authorizes the St Landry Parish Communications District E-911 to levy an emergency telephone service charge on certain wireless communication systems to pay the costs of implementing FCC ordered enhancements to E911 systems.

During 2013, the District received \$656,752 in remittance from wireless and prepaid telephone companies. Expenditures of approximately \$413,754 from wireless and prepaid funds were made during the year. These expenditures consisted of maintenance of equipment in order to maintain Phase I and Phase II wireless technology, overall operations of the District, and allocation of funds for the future upgrades of equipment in order to continue providing accurate Phase I and Phase II technology. The District continues to maintain Phase II compliance with GIS mapping, and Computer Aided Dispatch to work in conjunction with this equipment.

**NOTE 11 - SUBSEQUENT EVENTS**

Subsequent events were evaluated through June 17, 2014, which is the date the financial statements were available to be issued. As of June 17, 2014, there were no subsequent events noted.

**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

The St. Landry Parish Communications District does not provide any post-employment benefits to retirees other than pension and therefore is not required to report under GASB No. 45, Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 13 – FUND BALANCE CONSTRAINTS

The following is a summary of the fund balances of the District for the year ended December 31, 2013:

General Fund

Restricted	
Reserved for debt service	\$ 56,829
Committed	
Maintenance of ANI/ALI equipment	200,000
Maintenance of 800 MHZ radio system	200,000
Unassigned	<u>20,872</u>
Total General Fund balance	<u><u>477,701</u></u>

NOTE 14 – RESTATED NET POSITION

The beginning net position at January 1, 2013 was restated for the implementation of GASB 65, "Items Previously Reported as Assets and Liabilities". The effect was a decrease in net position of \$48,977 and a decrease in the asset - Bond Issue Costs of \$48,977.

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012

	2013				
	BUDGET			VARIANCE	2012
	ORIGINAL	FINAL	ACTUAL	FAVORABLE (UNFAVORABLE)	ACTUAL
<u>REVENUES</u>					
Charges for services					
Private sign reimbursements	\$ -	\$ 204	\$ 249	\$ 45	\$ 119
Wireless telephone fees (including prepaid)	680,000	672,000	656,752	(15,248)	683,018
Records request income	-	320	320	-	196
Radio rental income	3,060	3,060	-	(3,060)	3,060
Land line telephone fees	330,000	317,000	314,341	(2,659)	329,986
Rebanding income	-	-	63,752	63,752	-
Interest income	1,000	1,000	983	(17)	1,042
Miscellaneous	-	14,799	10,935	(3,864)	-
Total revenues	1,014,060	1,008,383	1,047,332	38,949	1,017,421
<u>EXPENDITURES</u>					
Current					
Salaries	538,500	574,500	573,528	972	548,353
Payroll taxes	9,000	9,024	9,291	(267)	8,705
Retirement	90,000	90,000	88,026	1,974	81,895
Auto repair/maintenance	1,500	450	439	11	821
Auto fuel	5,500	5,100	4,433	667	5,215
Telephone - office	14,500	14,500	12,874	1,626	13,797
Telephone - cellular	3,000	3,350	3,103	247	2,743
Telephone - line expense	52,000	48,180	44,090	4,090	50,160
Education	1,000	1,235	1,235	-	750
Dues and subscriptions	400	270	389	(119)	637
Utilities	23,000	23,000	22,842	158	20,730
Professional fees	6,000	5,650	5,644	6	5,974
Insurance -					
Employees health	102,500	103,665	103,665	-	94,565
Workmen's compensation	4,500	4,212	4,212	-	4,462
Automobile	2,000	3,305	2,760	545	2,734
General liability	20,500	19,232	19,232	-	20,151
Management liability	3,600	4,946	4,946	-	3,584
Surety bonds	425	305	305	-	404
Life insurance – employees	875	985	985	-	722
Office supplies	3,500	2,200	2,734	(534)	3,135
Postage	200	112	112	-	160
Equipment rental	100	100	100	-	203
Office repairs/maintenance	10,000	2,500	2,206	294	10,437
Bank service charges	-	-	-	-	66

Continued on next page.

The accompanying notes are an integral part of this statement.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
 OPELOUSAS, LOUISIANA  
 BUDGETARY COMPARISON SCHEDULE (CONTINUED)  
 GENERAL FUND  
 FOR THE YEARS ENDED DECEMBER 31, 2013 AND 2012

	2013				
	BUDGET			VARIANCE	2012
	ORIGINAL	FINAL	ACTUAL	FAVORABLE (UNFAVORABLE)	ACTUAL
<u>EXPENDITURES (Continued)</u>					
Housekeeping supplies	\$ 1,500	\$ 1,100	\$ 888	\$ 212	\$ 944
Personnel uniforms	1,500	356	356	-	-
Maintenance agreements	25,000	26,000	25,555	445	25,965
Addressing supplies	100	100	100	-	260
Travel expense	1,000	1,492	1,492	-	970
Radio system maintenance and improvements	2,000	7,600	6,890	710	2,770
Wireless PSAP expenses	2,000	225	-	225	-
Rebanding expense	-	-	405	(405)	-
Miscellaneous	-	645	644	1	375
Debt service (principal, interest and fees)	121,414	121,414	121,401	13	121,402
Capital outlay	-	25,362	28,011	(2,649)	30,598
<u>Total expenditures</u>	<u>1,047,114</u>	<u>1,101,115</u>	<u>1,092,893</u>	<u>8,222</u>	<u>1,063,687</u>
<u>DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES</u>					
	<u>(33,054)</u>	<u>(92,732)</u>	<u>(45,561)</u>	<u>47,171</u>	<u>(46,266)</u>
<u>OTHER FINANCING SOURCES</u>					
Sale of asset	-	-	3,320	3,320	-
<u>Total other financing sources</u>	<u>-</u>	<u>-</u>	<u>3,320</u>	<u>3,320</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>(33,054)</u>	<u>(92,732)</u>	<u>(42,241)</u>	<u>50,491</u>	<u>(46,266)</u>
<u>FUND BALANCE, beginning of year</u>			<u>519,942</u>		<u>566,208</u>
<u>FUND BALANCE, end of year</u>			<u>477,701</u>		<u>519,942</u>

The accompanying notes are an integral part of this statement.

RELATED REPORT



James L. Nicholson, Jr., CPA  
 G. Kenneth Pavy, II, CPA  
 Michael A. Roy, CPA  
 Lisa Trouille Manuel, CPA  
 Dana D. Quebedeaux, CPA



**JOHN S. DOWLING & COMPANY**  
 A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

John S. Dowling, CPA  
 1904-1984  
 John Newton Stout, CPA  
 1936-2005  
 Chizai S. Fontenot, CPA  
 1955-2012

Retired

Harold Dupre, CPA  
 1996  
 Dwight Ledoux, CPA  
 1998  
 Joel Lanclos, Jr., CPA  
 2003  
 Russell J. Stelly, CPA  
 2005

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
 OVER FINANCIAL REPORTING AND ON COMPLIANCE AND  
 OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
 STATEMENTS PERFORMED IN ACCORDANCE  
 WITH GOVERNMENT AUDITING STANDARDS

To the Board of Commissioners  
 St. Landry Parish Communications District  
 Opelousas, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of St. Landry Parish Communications District, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the St. Landry Parish Communications District's basic financial statements and have issued our report thereon dated June 17, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered St. Landry Parish Communications District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of St. Landry Parish Communications District's internal control. Accordingly, we do not express an opinion on the effectiveness of St. Landry Parish Communications District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Board of Commissioners  
St. Landry Parish Communications District  
Opelousas, Louisiana  
Page 2

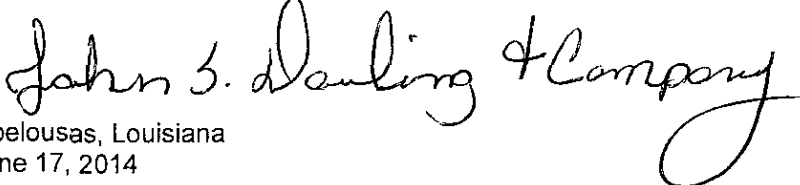
#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether St. Landry Parish Communications District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

#### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of St. Landry Parish Communications District, its Commissioners and the appropriate regulatory agency and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

  
Opelousas, Louisiana  
June 17, 2014

SUPPLEMENTARY INFORMATION

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>FEDERAL GRANTOR / PROGRAM TITLE</u>	<u>CFDA NUMBER</u>	<u>AWARD TYPE</u>	<u>EXPENDITURES</u>
<u>DIRECT ASSISTANCE</u>			
United States Department of Agriculture: Community Facilities Loans and Grants	10.766	Loan	\$ -
<u>Total Expenditures of Federal Awards</u>			<u>-</u>

The St. Landry Parish Communications District has one revenue bond outstanding with USDA Rural Development at Dec, 31, 2013 as follows:

<u>Revenue Bond</u>	<u>Outstanding Balance</u>
Series 2008 R-1	\$ 2,005,129

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
DECEMBER 31, 2013

NOTE 1 - GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of St. Landry Parish Communications District. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting for the federal assistance. The basis of accounting is described in Note 1 to the financial statements.

NOTE 3 - RELATIONSHIP TO FINANCIAL STATEMENTS

The revenue bond outstanding with USDA Rural Development is reported in St. Landry Parish Communications District's basic financial statements as a liability.

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
SCHEDULE OF FINDINGS AND RESPONSES  
DECEMBER 31, 2013

Section I - SUMMARY OF AUDIT RESULTS

1. We have audited the basic financial statements of St. Landry Parish Communications district as of and for the year ended December 31, 2013, and have issued our report thereon dated June 17, 2014. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States. Our audit of the financial statements as of December 31, 2013 resulted in an unqualified opinion.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. No instances of noncompliance relating to the audit of the financial statements were reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards.
4. No management letter was issued for St. Landry Parish Communications District as of and for the year ended December 31, 2013.
5. There was no single audit required under OMB Circular A-133.

Section II - Findings – Financial Statement Audit

None

Section II - Federal Award Findings and Questioned Costs

None

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
SCHEDULE OF PRIOR YEAR FINDINGS  
DECEMBER 31, 2013

SECTION I - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

None

SECTION II - INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

None

SECTION III - MANAGEMENT LETTER

None

ST. LANDRY PARISH COMMUNICATIONS DISTRICT  
OPELOUSAS, LOUISIANA  
SCHEDULE OF INSURANCE IN FORCE (UNAUDITED)  
DECEMBER 31, 2012

<u>Insurer</u>	<u>Coverage</u>	<u>Risk Covered</u>	<u>Coverage Limits</u>	<u>Co-Insurance</u>	<u>Policy Period</u>	
					<u>From</u>	<u>To</u>
LA Parish Government Risk Management	Worker's Compensation	Employees	\$ 1,000,000	None	1/1/2014	1/1/2015
American Alternative Insurance Group	General Liability	General Aggregate	\$ 2,000,000	None	7/7/2013	7/12/2014
		Products	\$ 2,000,000			
		Personal and Advertising Injury	\$ 1,000,000			
		Each Occurrence	\$ 1,000,000			
		Medical Expense	\$ 5,000			
		Public Employee Dishonesty				
		1 Executive Director	\$ 122,000			
		1 Executive Secretary	\$ 122,000			
		1 Addressing Supervisor	\$ 122,000			
		3 Board Members	\$ 122,000			
		Management Liability				
		Each Wrongful Act or Offense	\$ 1,000,000			
		Each Act for Injunctive Relief	\$ 25,000			
		Aggregate Limit	\$ 2,000,000			
		Excess				
		Each Occurrence Limit	\$ 2,000,000			
		Products	\$ 4,000,000			
		Aggregate	\$ 4,000,000			
	Property/Inland Marine	Building	\$ 2,472,238	None	7/7/2013	7/7/2014
		Personal Property	\$ 651,842			
		Tower/Equipment	\$ 1,008,401			
		Auto - Uninsured Motorist	\$ 1,000,000			
		Auto - Liability limits	\$ 1,000,000			